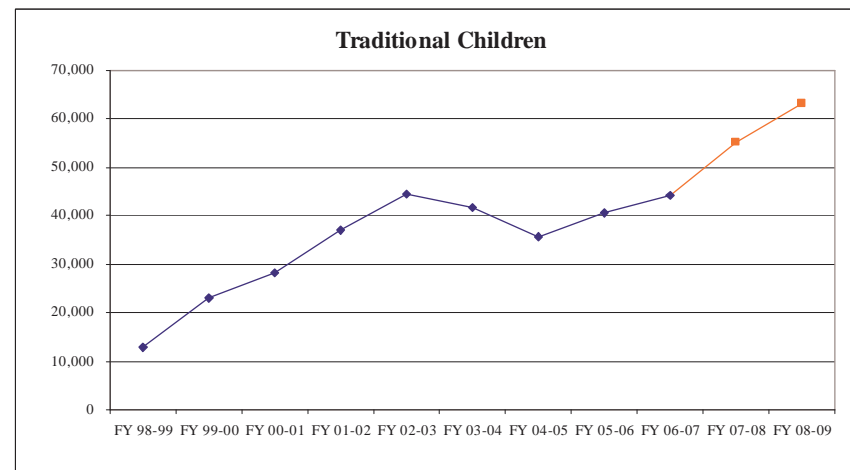
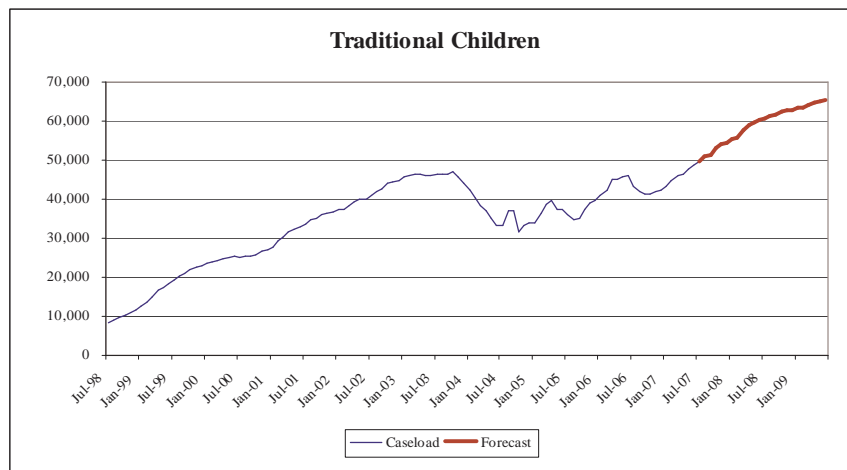


Exhibit C.13

Children's Basic Health Plan Caseload Forecast:

February 15, 2008

Traditional Children



- Growth in traditional children in the first half of FY 07-08 has been nearly twice as strong as the Department's November 1, 2007 forecast. Caseload has increased by an average of 945 children, or 1.86%, per month.
- Between June and September 2006, the traditional children's caseload declined by nearly 5,000 clients. Budget believes that this was the effects of the removal of the Medicaid asset test. The Department clarified the citizenship and identification policy for Medicaid and distributed procedures to counties and medical assistance sites in October 2006.
- The expansion children population is not affected by either the Deficit Reduction Act or the Medicaid asset test removal. If a child in Medicaid can not produce proper documentation at redetermination and moves to CHP+, the child would be under income for this population and would become a traditional child instead. Similarly, the children in the expansion population have too much income to move to Medicaid, regardless of the assets of the family.
- Once the citizenship and identification procedures began, the caseload declines in the traditional children ceased. Between October 2006 and June 2007, the traditional children's caseload increased by an average of 1.9% per month. During this same period of time, the expansion children's caseload increased by an average of 2.4% per month. Because the two populations grew by nearly the same monthly rates and the expansion children are not affected by either policy change, this implies that the impacts of these policies are nearly offsetting. The growth seen in both populations is then due to factors such as the improving economy and marketing, which are expected to affect both populations in a similar fashion. The strong effects of these two policy changes should decrease in FY 07-08, as both will have been in place for a year.
- Because of this, and because the volatility in the recent caseload, the traditional children's caseload forecast is modeled after growth experienced in FY 01-02. This year is used because of the similar economic conditions and the presence of marketing in CHP+. The monthly variations in the growth rates are retained, as these are due to expected factors such as the distribution of annual redeterminations and seasonality revolving around the traditional school year. The Department has adjusted this average

Exhibit C.13 - FY 07-08 and FY 08-09 Children's Basic Health Plan Caseload Forecasts

monthly growth rate to 1.79% based on a comparison of the average growth rate in the first half of FY 07-08 to that from FY 01-02. This forecast results in average monthly growth of 976 children for the remainder of FY 07-08.

- The FY 08-09 forecasted growth rate moderates from the FY 07-08 forecast. The Medicaid Eligible Children caseload is forecasted to moderate along with the economic conditions, which should decrease the monthly growth rate in CHP+. The FY 08-09 forecasted monthly growth rate is modeled after that experienced in FY 02-03, during which caseload increased by an average of 1.17% per month. The Department assumes that the average monthly growth rate in FY 08-09 will be approximately 60% of that experienced in FY 02-03, as caseload is expected to increase at a slower rate as it approaches a saturation point.

	Actuals	Monthly Change	% Change
Dec-05	39,768	-	-
Jan-06	41,119	1,351	3.40%
Feb-06	42,329	1,210	2.94%
Mar-06	45,014	2,685	6.34%
Apr-06	45,069	55	0.12%
May-06	45,685	616	1.37%
Jun-06	46,102	417	0.91%
Jul-06	43,360	(2,742)	-5.95%
Aug-06	42,094	(1,266)	-2.92%
Sep-06	41,181	(913)	-2.17%
Oct-06	41,188	7	0.02%
Nov-06	42,150	962	2.34%
Dec-06	42,263	113	0.27%
Jan-07	43,297	1,034	2.45%
Feb-07	44,640	1,343	3.10%
Mar-07	45,983	1,343	3.01%
Apr-07	46,236	253	0.55%
May-07	47,611	1,375	2.97%
Jun-07	48,713	1,102	2.31%
Jul-07	49,726	1,013	2.08%
Aug-07	50,877	1,151	2.31%
Sep-07	51,493	616	1.21%
Oct-07	53,144	1,651	3.21%
Nov-07	53,860	716	1.35%
Dec-07	54,383	523	0.97%
Jan-08	55,433	1,050	1.93%
Feb-08	55,788	355	0.64%
Mar-08	57,506	1,718	3.08%
Apr-08	58,863	1,357	2.36%
May-08	59,722	859	1.46%
Jun-08	60,236	514	0.86%

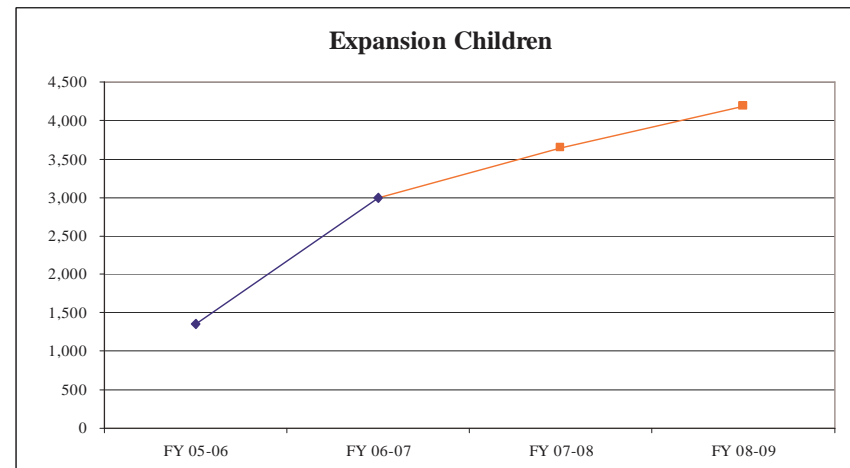
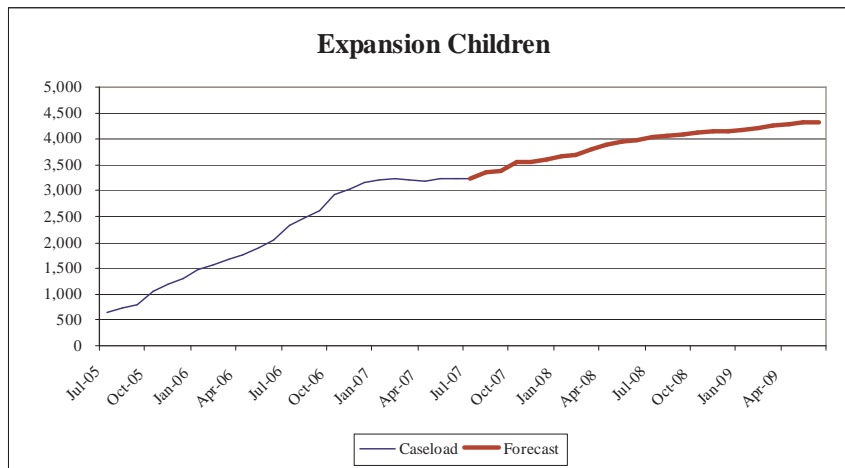
* Bold denotes forecast

	Caseload	% Change	Level Change
FY 98-99	12,825	-	-
FY 99-00	22,935	78.83%	10,110
FY 00-01	28,321	23.48%	5,386
FY 01-02	37,042	30.79%	8,721
FY 02-03	44,600	20.40%	7,558
FY 03-04	41,786	-6.31%	(2,814)
FY 04-05	35,800	-14.33%	(5,986)
FY 05-06	40,596	13.40%	4,796
FY 06-07	44,060	8.53%	3,464
FY 07-08	55,086	25.02%	11,026
FY 08-09	63,115	14.58%	8,029

November 2007 Trend Selections			
FY 07-08	52,628	19.45%	8,568
FY 08-09	58,269	10.72%	5,641

Actuals		
	Monthly Change	% Change
6-month average	945	1.86%
12-month average	1,010	2.13%
18-month average	460	0.95%
24-month average	577	1.34%
FY 07-08 Year-to-date	52,247	18.58%

Expansion Children



- As with traditional children, growth in expansion children in the first half of FY 07-08 has been nearly twice as strong as the Department's November 1, 2007 forecast. Caseload has increased by an average of 63 children, or 1.87%, per month.
- The expansion children population has now been in place for a few years, and because the monthly growth rate has converged with that seen in the traditional children, the Department believes that the two populations will grow at similar rates. Therefore, the expansion children's forecast mirrors that for the traditional children.
- The FY 07-08 forecast is for average monthly growth of 1.79%. This forecast results in average monthly growth of 65 children for the remainder of FY 07-08. The growth rate is forecasted to moderate in FY 08-09 to 1.10% per month.

Exhibit C.13 - FY 07-08 and FY 08-09 Children's Basic Health Plan Caseload Forecasts

	Actuals	Monthly Change	% Change
Dec-05	1,310	-	-
Jan-06	1,466	156	11.91%
Feb-06	1,571	105	7.16%
Mar-06	1,690	119	7.57%
Apr-06	1,759	69	4.08%
May-06	1,895	136	7.73%
Jun-06	2,041	146	7.70%
Jul-06	2,338	297	14.55%
Aug-06	2,477	139	5.95%
Sep-06	2,616	139	5.61%
Oct-06	2,926	310	11.85%
Nov-06	3,049	123	4.20%
Dec-06	3,141	92	3.02%
Jan-07	3,207	66	2.10%
Feb-07	3,235	28	0.87%
Mar-07	3,204	(31)	-0.96%
Apr-07	3,179	(25)	-0.78%
May-07	3,244	65	2.04%
Jun-07	3,226	(18)	-0.55%
Jul-07	3,248	22	0.68%
Aug-07	3,343	95	2.92%
Sep-07	3,383	40	1.20%
Oct-07	3,557	174	5.14%
Nov-07	3,565	8	0.22%
Dec-07	3,602	37	1.04%
Jan-08	3,672	70	1.94%
Feb-08	3,696	24	0.65%
Mar-08	3,810	114	3.08%
Apr-08	3,900	90	2.36%
May-08	3,957	57	1.46%
Jun-08	3,991	34	0.86%

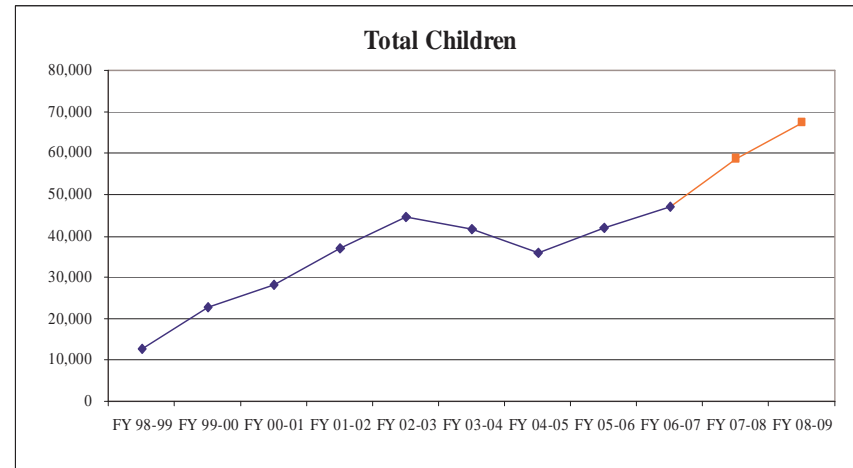
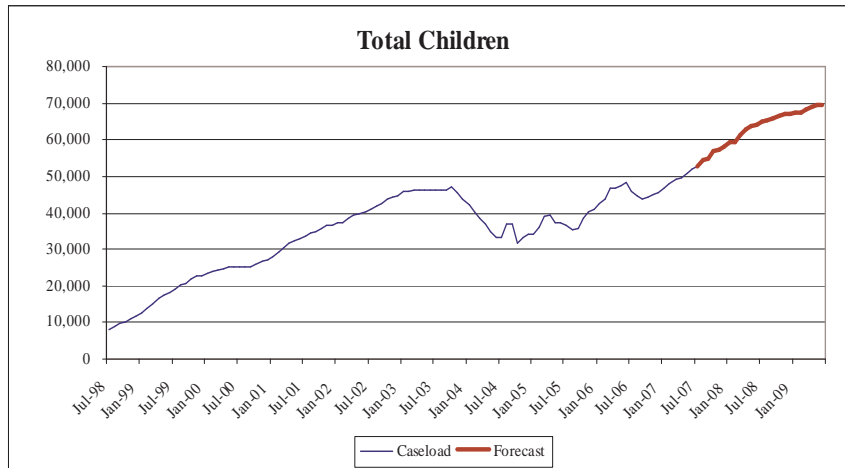
* Bold denotes forecast

	Caseload	% Change	Level Change
FY 05-06	1,349	-	-
FY 06-07	2,987	121.42%	1,638
FY 07-08	3,644	22.00%	657
FY 08-09	4,182	14.76%	538

November 2007 Trend Selections			
FY 07-08	3,485	16.67%	498
FY 08-09	3,856	10.65%	371

Actuals		
	Monthly Change	% Change
6-month average	63	1.87%
12-month average	38	1.16%
18-month average	87	3.28%
24-month average	93	4.39%
FY 07-08 Year-to-date	3,450	15.50%

Total Children



- The final FY 07-08 children's caseload forecast is 58,730, a 24.8% increase over the FY 06-07 restated caseload of 47,047. This forecast results in average monthly growth of 1,040 children for the remainder of FY 07-08. The FY 08-09 final children's forecast is 67,297, a 14.6% increase over FY 07-08.

Exhibit C.13 - FY 07-08 and FY 08-09 Children's Basic Health Plan Caseload Forecasts

	Actuals	Monthly Change	% Change
Dec-05	41,078	-	-
Jan-06	42,585	1,507	3.67%
Feb-06	43,900	1,315	3.09%
Mar-06	46,704	2,804	6.39%
Apr-06	46,828	124	0.27%
May-06	47,580	752	1.61%
Jun-06	48,143	563	1.18%
Jul-06	45,698	(2,445)	-5.08%
Aug-06	44,571	(1,127)	-2.47%
Sep-06	43,797	(774)	-1.74%
Oct-06	44,114	317	0.72%
Nov-06	45,199	1,085	2.46%
Dec-06	45,404	205	0.45%
Jan-07	46,504	1,100	2.42%
Feb-07	47,875	1,371	2.95%
Mar-07	49,187	1,312	2.74%
Apr-07	49,415	228	0.46%
May-07	50,855	1,440	2.91%
Jun-07	51,939	1,084	2.13%
Jul-07	52,974	1,035	1.99%
Aug-07	54,220	1,246	2.35%
Sep-07	54,876	656	1.21%
Oct-07	56,701	1,825	3.33%
Nov-07	57,425	724	1.28%
Dec-07	57,985	560	0.98%
Jan-08	59,105	1,120	1.93%
Feb-08	59,484	379	0.64%
Mar-08	61,316	1,832	3.08%
Apr-08	62,763	1,447	2.36%
May-08	63,679	916	1.46%
Jun-08	64,227	548	0.86%

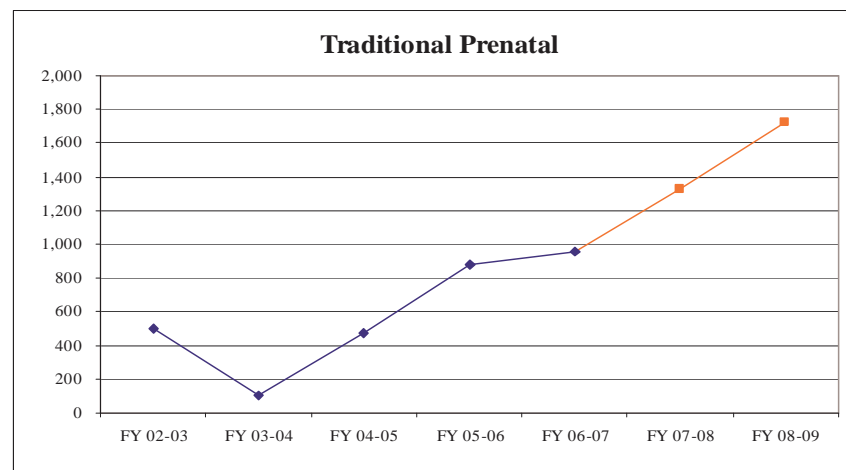
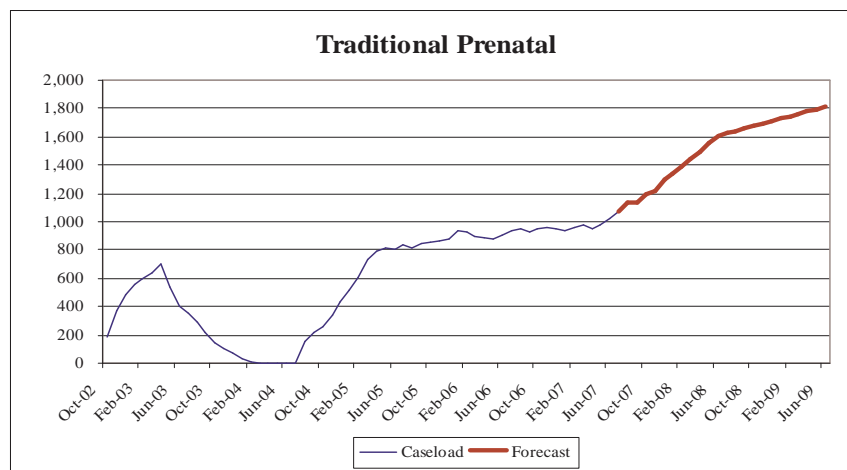
* Bold denotes forecast

	Caseload	% Change	Level Change
FY 98-99	12,825	-	-
FY 99-00	22,935	78.83%	10,110
FY 00-01	28,321	23.48%	5,386
FY 01-02	37,042	30.79%	8,721
FY 02-03	44,600	20.40%	7,558
FY 03-04	41,786	-6.31%	(2,814)
FY 04-05	35,800	-14.33%	(5,986)
FY 05-06	41,946	17.17%	6,146
FY 06-07	47,047	12.16%	5,101
FY 07-08	58,730	24.83%	11,683
FY 08-09	67,297	14.59%	8,567

November 2007 Trend Selections			
FY 07-08	56,113	19.27%	9,066
FY 08-09	62,125	10.71%	6,012

Actuals		
	Monthly Change	% Change
6-month average	1,008	1.86%
12-month average	1,048	2.06%
18-month average	547	1.06%
24-month average	670	1.47%
FY 07-08 Year-to-date	55,697	18.39%

Traditional Prenatal



- In FY 06-07, the CHP+ prenatal population was subject to the identification requirements of HB 06S-1023, and so did not experience the increases that were seen in children's population. With the passage of SB 07-211, the CHP+ prenatal population will be exempted from the HB 06S-1023 identification requirements, which may increase the monthly growth above that experienced in FY 06-07. However, as evidenced by the children's population, the effects of such a policy change are difficult to predict or quantify.
- Caseload growth in traditional prenatal in the first half of FY 07-08 has been 4 times the November 1, 2007 forecast. Caseload has increased by an average of 46 clients, or 4.13% per month. The Department sees no compelling reason that growth for the remainder of FY 07-08 will not remain high. Based on growth experienced between May and November 2007, the forecast is for average monthly growth of 3.72% for the remainder of FY 07-08. This forecast results in average monthly growth of 53 clients for the remainder of FY 07-08.
- The traditional prenatal caseload is forecasted to moderate in FY 08-09, as this population should have an upper boundary based on the number of pregnant women in this income range in the State. Based on average growth in FY 06-07, the Department forecasts the traditional prenatal population to increase by an average of 1.00% per month in FY 08-09. The monthly variations used in the November 1, 2007 forecast to not appear to be applicable, so this has been removed.

Exhibit C.13 - FY 07-08 and FY 08-09 Children's Basic Health Plan Caseload Forecasts

	Actuals	Monthly Change	% Change
Dec-05	880	-	-
Jan-06	939	59	6.70%
Feb-06	927	(12)	-1.28%
Mar-06	898	(29)	-3.13%
Apr-06	885	(13)	-1.45%
May-06	874	(11)	-1.24%
Jun-06	903	29	3.32%
Jul-06	933	30	3.32%
Aug-06	952	19	2.04%
Sep-06	931	(21)	-2.21%
Oct-06	945	14	1.50%
Nov-06	959	14	1.48%
Dec-06	945	(14)	-1.46%
Jan-07	935	(10)	-1.06%
Feb-07	956	21	2.25%
Mar-07	981	25	2.62%
Apr-07	946	(35)	-3.57%
May-07	980	34	3.59%
Jun-07	1,017	37	3.78%
Jul-07	1,071	54	5.31%
Aug-07	1,138	67	6.26%
Sep-07	1,137	(1)	-0.09%
Oct-07	1,197	60	5.28%
Nov-07	1,220	23	1.92%
Dec-07	1,294	74	6.07%
Jan-08	1,342	48	3.71%
Feb-08	1,392	50	3.73%
Mar-08	1,444	52	3.74%
Apr-08	1,498	54	3.74%
May-08	1,554	56	3.74%
Jun-08	1,612	58	3.73%

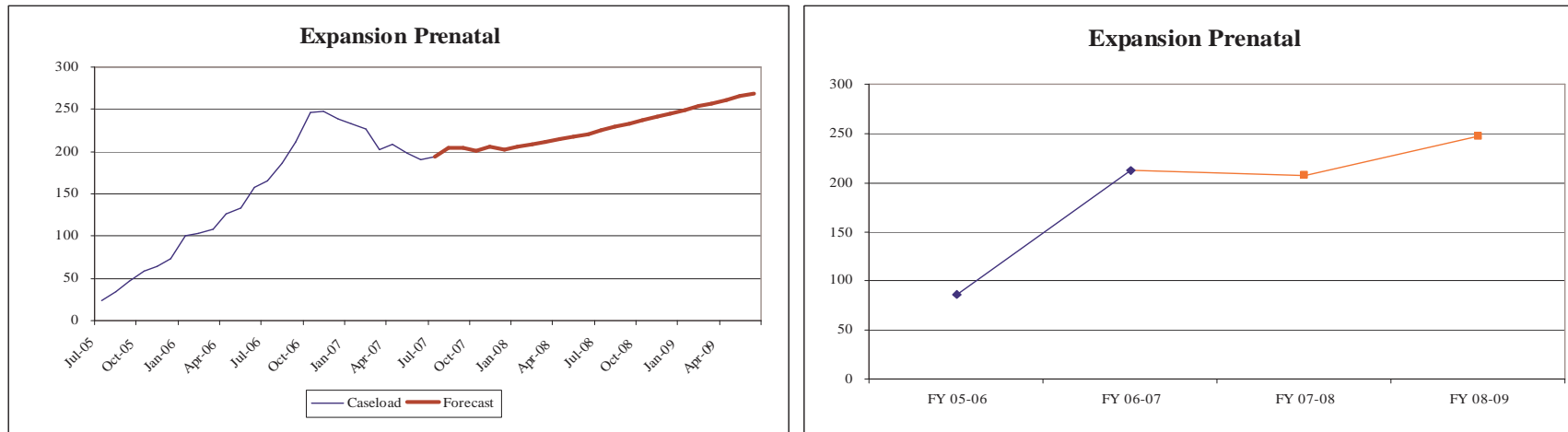
* Bold denotes forecast

	Caseload	% Change	Level Change
FY 02-03	372	-	-
FY 03-04	101	-72.85%	(271)
FY 04-05	472	367.33%	371
FY 05-06	877	85.81%	405
FY 06-07	957	9.12%	80
FY 07-08	1,325	38.45%	368
FY 08-09	1,720	29.81%	395

November 2007 Trend Selections			
FY 07-08	1,078	12.64%	121
FY 08-09	1,214	12.62%	136

Actuals		
	Monthly Change	% Change
6-month average	46	4.13%
12-month average	29	2.70%
18-month average	22	2.06%
24-month average	15	1.66%
FY 07-08 Year-to-date	1,176	22.88%

Expansion Prenatal



- While the expansion prenatal population has been in place for the same amount of time as the expansion children, its growth rate is not converging with the traditional prenatal population, as is occurring with the children's populations.
- Growth in the expansion prenatal population has been half of the November 1, 2007 forecast. Caseload has increased by an average of 2 clients, or 1.06% per month. The Department's forecast for the remainder of FY 07-08 as well as FY 08-09 is based on the growth experienced between July 2006 and December 2007, during which monthly increases averaged 1.63%. This forecast results in average monthly growth of 3 clients for the remainder of FY 07-08. The monthly variations used in the November 1, 2007 forecast to not appear to be applicable, so this has been removed.

Exhibit C.13 - FY 07-08 and FY 08-09 Children's Basic Health Plan Caseload Forecasts

	Actuals	Monthly Change	% Change
Dec-05	74	-	-
Jan-06	100	26	35.14%
Feb-06	104	4	4.00%
Mar-06	108	4	3.85%
Apr-06	126	18	16.67%
May-06	133	7	5.56%
Jun-06	157	24	18.05%
Jul-06	165	8	5.10%
Aug-06	186	21	12.73%
Sep-06	211	25	13.44%
Oct-06	246	35	16.59%
Nov-06	247	1	0.41%
Dec-06	239	(8)	-3.24%
Jan-07	232	(7)	-2.93%
Feb-07	226	(6)	-2.59%
Mar-07	203	(23)	-10.18%
Apr-07	208	5	2.46%
May-07	198	(10)	-4.81%
Jun-07	190	(8)	-4.04%
Jul-07	193	3	1.58%
Aug-07	204	11	5.70%
Sep-07	204	0	0.00%
Oct-07	201	(3)	-1.47%
Nov-07	205	4	1.99%
Dec-07	202	(3)	-1.46%
Jan-08	205	3	1.49%
Feb-08	208	3	1.46%
Mar-08	211	3	1.44%
Apr-08	214	3	1.42%
May-08	217	3	1.40%
Jun-08	221	4	1.84%

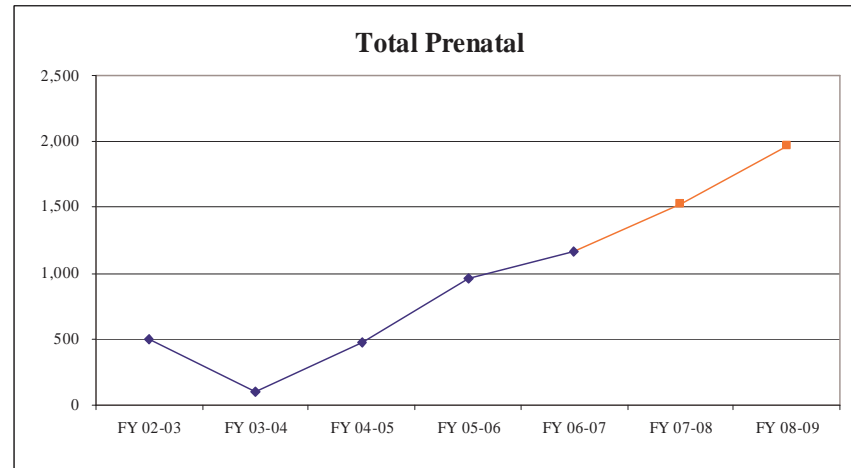
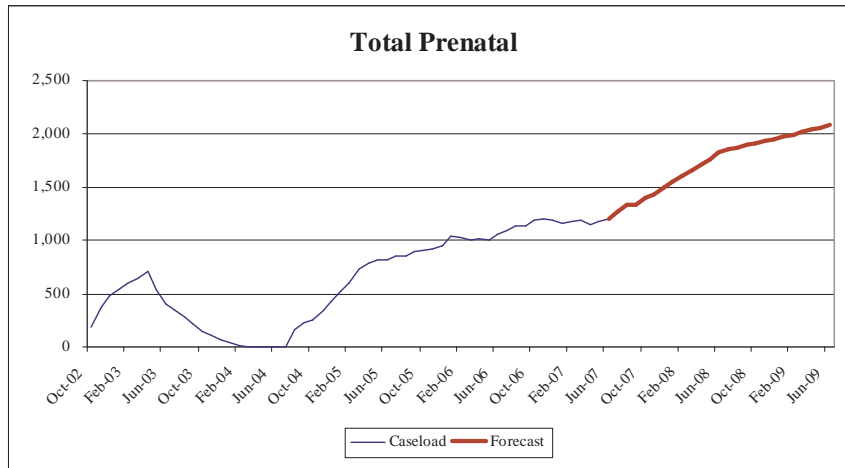
* Bold denotes forecast

	Caseload	% Change	Level Change
FY 05-06	86	-	-
FY 06-07	213	147.67%	127
FY 07-08	207	-2.82%	(6)
FY 08-09	247	19.32%	40

November 2007 Trend Selections			
FY 07-08	212	-0.47%	(1)
FY 08-09	264	24.53%	52

Actuals		
	Monthly Change	% Change
6-month average	2	1.06%
12-month average	(3)	-1.31%
18-month average	3	1.63%
24-month average	4	4.69%
FY 07-08 Year-to-date	202	-5.16%

Total Prenatal



- The final FY 07-08 prenatal caseload forecast is 1,532, a 30.9% increase over the FY 06-07 restated caseload of 1,170. This forecast results in average monthly growth of 58 clients for the remainder of FY 07-08. The FY 08-09 final prenatal forecast is 1,967, a 28.4% increase over FY 07-08.

Exhibit C.13 - FY 07-08 and FY 08-09 Children's Basic Health Plan Caseload Forecasts

	Actuals	Monthly Change	% Change
Dec-05	954	-	-
Jan-06	1,039	85	8.91%
Feb-06	1,031	(8)	-0.77%
Mar-06	1,006	(25)	-2.42%
Apr-06	1,011	5	0.50%
May-06	1,007	(4)	-0.40%
Jun-06	1,060	53	5.26%
Jul-06	1,098	38	3.58%
Aug-06	1,138	40	3.64%
Sep-06	1,142	4	0.35%
Oct-06	1,191	49	4.29%
Nov-06	1,206	15	1.26%
Dec-06	1,184	(22)	-1.82%
Jan-07	1,167	(17)	-1.44%
Feb-07	1,182	15	1.29%
Mar-07	1,184	2	0.17%
Apr-07	1,154	(30)	-2.53%
May-07	1,178	24	2.08%
Jun-07	1,207	29	2.46%
Jul-07	1,207	0	0.00%
Aug-07	1,264	57	4.72%
Sep-07	1,342	78	6.17%
Oct-07	1,341	(1)	-0.07%
Nov-07	1,398	57	4.25%
Dec-07	1,425	27	1.93%
Jan-08	1,496	71	4.98%
Feb-08	1,547	51	3.41%
Mar-08	1,600	53	3.43%
Apr-08	1,655	55	3.44%
May-08	1,712	57	3.44%
Jun-08	1,771	59	3.45%

* Bold denotes forecast

	Caseload	% Change	Level Change
FY 02-03	497	-	-
FY 03-04	101	-79.68%	(396)
FY 04-05	472	367.33%	371
FY 05-06	963	104.03%	491
FY 06-07	1,170	21.50%	207
FY 07-08	1,532	30.94%	362
FY 08-09	1,967	28.39%	435

November 2007 Trend Selections			
FY 07-08	1,290	10.26%	120
FY 08-09	1,478	14.57%	188

Actuals		
	Monthly Change	% Change
6-month average	36	2.83%
12-month average	20	1.59%
18-month average	20	1.69%
24-month average	17	1.73%
FY 07-08 Year-to-date	1,330	13.68%